

Independent Vested Benefits Foundation Zurich

Pension products and investment strategies – Annex 1 to the Investment Regulations

Independent Vested Benefits Foundation Zurich

valid as of 1st of July 2021

1. Target values and margins of available pension products

Insofar as no alternative regulations are expressly stipulated in the benefits agreement, the following margins and/or target values apply to the available pension products and strategies. Compliance with the margins shall be monitored by the foundation on a regular basis.

Investment category	Min.	Max.
Real estate	0%	30%
Alternative investments (commodities, hedge funds, private equity)	0%	15%
Foreign currencies	0%	30%

2. Product categories

2.1. Product category “Execution only”

Only investment foundation claims and/or shares of BVG-compliant investment funds are used, which is why only the equity component laid down in the prospectus is referenced here.

Investment category	Conservative/risk level 2	Balanced/risk level 3	Dynamic/risk level 4
Investment foundation claims/BVG-compliant investment funds	0 – 35%	0 – 50%	0 – 85%

2.2. Product category "Advisory"

Only investment foundation claims and/or shares of BVG-compliant investment funds are used, which is why only the equity component laid down in the prospectus is referenced here.

Investment category	Conservative/risk level 2	Balanced/risk level 3	Dynamic/risk level 4
Investment foundation claims/BVG-compliant investment funds	0 – 35%	0 – 50%	0 – 85%

2.3. Product category “Asset Management Mandate”

2.3.1. Management by the Foundation (Strategies of Swiss Life Select Sorglos Freizügigkeit)

Investment category	Defensive	Balanced	Growth	Dynamic
Investment foundation claims/BVG-compliant investment funds and passive index funds	Tactical: 0 – 20% Strategic: 15%	Tactical: 0 – 35% Strategic: 30%	Tactical: 0 – 50% Strategic: 45%	Tactical: 0 – 85% Strategic: 75%

2.3.2. Management by asset managers

Only investment categories that are explicitly mentioned are permissible. The proportion of the investment portfolio held in foreign currencies is no more than 30% for the “Income”, “Conservative” and “Balanced” strategies and no more than 50% for the “Dynamic” strategy. Alternative investments are limited to a weighting of 20% under the “Growth” strategy and 15% under all other strategies. Investment strategies may be covered by collective investments or, if permissible, by direct investments.

The margins of the tactical equity shares and the target strategic equity shares can be defined differently in the benefits agreement. However, differences must not exceed or fall below the following tactical margins for the equity shares.

**Income
risk level 1**

Margins	BVG restrictions		Strategic	
		Min	Target	Max
1. Liquidity		0.0	5.0	55.0
2. Bonds	10% per debtor	45.0	80.0	100.0
3. Shares	5% per investment	0.0	0.0	0.0
4. Alternative investments	Only collective investments without additional payment obligations Non-diversified investments max. 5% per fund	0.0	5.0	15.0
5. Real estate	max. 10% real estate abroad Only collective investments or listed investment companies with NAVs	0.0	10.0	30.0
Total			100.0	

**Conservative
risk level 2**

Margins	BVG restrictions		Strategic	
		Min	Target	Max
1. Liquidity		0.0	5.0	55.0
2. Bonds	10% per debtor	45.0	55.0	85.0
3. Shares	5% per investment	0.0	25.0	35.0
4. Alternative investments	Only collective investments without additional payment obligations Non-diversified investments max. 5% per fund	0.0	5.0	15.0
5. Real estate	max. 10% real estate abroad Only collective investments or listed investment companies with NAVs	0.0	10.0	30.0
Total			100.0	

**Balanced
risk level 3**

Margins	BVG restrictions		Strategic	
		Min	Target	Max
1. Liquidity		0.0	5.0	55.0
2. Bonds	10% per debtor	25.0	40.0	75.0
3. Shares	5% per investment	20.0	40.0	50.0
4. Alternative investments	Only collective investments without additional payment obligations Non-diversified investments max. 5% per fund	0.0	5.0	15.0
5. Real estate	max. 10% real estate abroad Only collective investments or listed investment companies with NAVs	0.0	10.0	30.0
Total			100.0	

Dynamic risk level 4				
Margins	BVG restrictions		Strategic	
		Min	Target	Max
1. Liquidity		0.0	5.0	50.0
2. Bonds	10% per debtor	10.0	30.0	55.0
3. Shares	5% per investment	25.0	50.0	70.0
4. Alternative investments	Only collective investments without additional payment obligations Non-diversified investments max. 5% per fund	0.0	5.0	15.00
5. Real estate	max. 10% real estate abroad Only collective investments or listed investment companies with NAVs	0.0	10.0	30.0
6. Foreign currencies		0.0	30.0	50.0
Total			100.0	

Growth risk level 5				
Margins	BVG restrictions		Strategic	
		Min	Target	Max
1. Liquidity		0.0	5.0	50.0
2. Bonds	10% per debtor	0.0	0.0	20.0
3. Shares	5% per investment	50.0	75.0	85.0
4. Alternative investments	Only collective investments without additional payment obligations Non-diversified investments max. 5% per fund	0.0	10.0	20.0
5. Real estate	max. 10% real estate abroad Only collective investments or listed investment companies with NAVs	0.0	10.0	20.0
6. Foreign currencies		0.0	30.0	50.0
Total			100.0	

3. Validity

The present annex 1 of the investment regulations were amended by means of a Circular resolution of the Foundation Board in June 2021 and will enter into force on 1st of July 2021. It replaces the annex of the investment regulation valid from 1st of January 2021.